

**CITY COUNCIL OF THE CITY OF SAN DIEGO
SUPPLEMENTAL DOCKET NUMBER 2
FOR THE REGULAR MEETING OF
TUESDAY, JULY 9, 2002**

ADOPTION AGENDA, HEARINGS
SPECIAL HEARING

ITEM-S500: Approval of the FY2002 Bond Issuance.

**SOUTHEASTERN ECONOMIC DEVELOPMENT CORPORATION'S
RECOMMENDATION:**

Adopt the following resolution:

(R-2003-61)

Approving the issuance by the Redevelopment Agency of a series of the Agency's Mount Hope Redevelopment Project Tax Allocation Refunding Bonds in an aggregate principal amount not to exceed \$4,000,000 to provide funds to refinance a portion of the Mount Hope Redevelopment Project by current refunding a portion of the Mount Hope City Loans;

Declaring that Council (a) determines that the repayments of a portion of the Mount Hope City Loan and the subsequent new loans to the Agency to finance public owned public improvements in the Southcrest, Central Imperial and Mount Hope Redevelopment Projects are all of the benefit to the Mount Hope Redevelopment Project or the immediate neighborhood, (b) that no other reasonable means of financing such public improvements are currently available to the community and (c) that such improvements will assist in the elimination of one or more blighted conditions inside the Mount Hope Redevelopment Project area or provide housing for low- and moderate-income person and are consistent with the implementation plan adopted for the Mount Hope Redevelopment Project area;

Confirming that the lien on the tax revenues derived from the Mount Hope Redevelopment Project area for the repayment of the remaining Mount Hope City Loans shall be subordinate to the lien on said tax revenues for payment of principal of, interest and premium (if any) on the Bonds hereinabove approved and on the Prior Bonds, and further confirming that no future repayment of Mount Hope City Loans shall be made by the Agency which would preclude or interfere with the complete and timely payment of principal of, interest and premium (if any) on the hereinabove approved Bonds or the Prior Bonds in accordance with their terms within the constraints imposed by any tax increment limitation required by the law;

ADOPTION AGENDA, HEARINGS

SPECIAL HEARINGS: (Continued)

ITEM-S500: (Continued)

Declaring that the limitation imposed by section 620.6 of the Redevelopment Plan for the Mount Hope Redevelopment Project is applicable to bonded indebtedness of the Mount Hope Redevelopment Project including the hereinabove approved Bonds, but does not impose a limitation on the amount of Mount Hope City Loans or other indebtedness.

NOTE: See the Redevelopment Agency Agenda of July 9, 2002 for a companion item.